

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3184
ANSWERED ON:22.03.2002
EXCISE DUTY EVASION BY COMPUTER MANUFACTURERS
RAMJI MANJHI

Will the Minister of FINANCE be pleased to state:

- (a) whether the computer manufacturing companies are providing after sales service and the same being part of selling expenses etc. are to be included in the assessable value.
- (b) If so, whether these companies are not including the cost of after sales service in the assessable value of the product and are thus evading the levy of Central excise worth hundreds of crores of rupees every year.
- (c) If so, whether any enquiry has been made into this effect to find out the amount of excise duty that has been evaded and to realise the same, computer-wise manufacturers.
- (d) If so, whether this provision being extended to all other excisable products where after sales is provided and excise duty accordingly is being realised; and
- (e) If so, the details thereof?

Answer

MINISTER OF STATE (REVENUE) IN THE MINISTRY OF FINANCE (SHRI GINGEE N. RAMACHANDRAN)

- (a) Yes Sir.
- (b),(c),(d) & (e) Information is being collected and will be laid on the table of the House.